

1-1 By: Ellis S.B. No. 106  
1-2 (In the Senate - Filed November 14, 2006; January 29, 2007,  
1-3 read first time and referred to Committee on Finance; May 9, 2007,  
1-4 reported adversely, with favorable Committee Substitute by the  
1-5 following vote: Yeas 12, Nays 0; May 9, 2007, sent to printer.)

1-6 COMMITTEE SUBSTITUTE FOR S.B. No. 106 By: Nelson

1-7 A BILL TO BE ENTITLED  
1-8 AN ACT

1-9 relating to the exemption from the sales tax for clothing and  
1-10 footwear.

1-11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-12 SECTION 1. Subsection (a), Section 151.326, Tax Code, is  
1-13 amended to read as follows:

1-14 (a) The sale of an article of clothing or footwear designed  
1-15 to be worn on or about the human body is exempted from the taxes  
1-16 imposed by this chapter if:

1-17 (1) the sales price of the article is less than \$100;  
1-18 and

1-19 (2) the sale takes place during a period beginning at  
1-20 12:01 a.m. on the third [~~first~~] Friday in August and ending at 12  
1-21 midnight on the following Sunday.

1-22 SECTION 2. The change in law made by this Act does not  
1-23 affect taxes imposed before the effective date of this Act, and the  
1-24 law in effect before the effective date of this Act is continued in  
1-25 effect for purposes of the liability for and collection of those  
1-26 taxes.

1-27 SECTION 3. This Act takes effect July 1, 2007, if it  
1-28 receives a vote of two-thirds of all the members elected to each  
1-29 house, as provided by Section 39, Article III, Texas Constitution.  
1-30 If this Act does not receive the vote necessary for effect on that  
1-31 date, this Act takes effect October 1, 2007.  
1-32

1-33 \* \* \* \* \*